IN THE STATE OF ILLINOIS ILLINOIS COMMERCE COMMISSION

WPS ENERGY SERVICES, INC.

:

APPLICATION FOR CERTIFICATE OF

Docket No. 00-0199

SERVICE AUTHORITY UNDER SECTION

(Reopened)

16-115 OF THE PUBLIC UTILITIES ACT

REPLY OF WPS ENERGY SERVICES, INC., TO THE RESPONSE OF THE STAFF AND LOCALS 15, 51 AND 702 IBEW

Comes now, WPS Energy Services, Inc., ("WPS-ESI") by its attorneys, Lueders, Robertson & Konzen, and for its reply to the response of the Illinois Commerce Commission Staff ("Staff") and Locals 15, 51 and 702 IBEW ("IBEW"), state as follows:

- 1. The reply to the response of the Staff is made in the form of the Affidavit of Mr. Chris Matthiesen, Director of Energy Consulting at WPS Energy Services, Inc., attached hereto as Attachment A and incorporated herein by reference.
- 2. In further reply to the Staff, WPS-ESI respectfully points out that as fundamental component of Staff's criticism is based upon allegations that WPS-ESI has failed to provide sufficient supporting information for its positions. Specifically, the Staff is critical of WPS-ESI because it failed to provide the complete results of an informal survey conducted by representatives of WPS-ESI after they became aware of Staff's revised position in this proceeding. Until the filing made by Staff on March 23, 2001, WPS-ESI was unaware that the Staff had reversed its prior position in this matter. It was WPS-ESI's understanding and belief Staff's position was that power and energy could not be reasonably and economically delivered by Illinois utilities to Wisconsin Public Service Company's ("WPSC") retail customers. WPS-ESI, in spite of its objections to the schedule established by the Illinois Commerce Commission ("Commission") in this proceeding, was given a total of 48 hours to

reply to Staff whose filing was made with the Commission at approximately 4:00 p.m. on the 23rd of March. The inability of WPS-ESI to provide a response satisfactory to the Staff is due, almost exclusively, to the unreasaonable and arbitrary schedule approved by the Commission. Had WPS-ESI been given more time, it could have conducted a formal survey and provided detailed results to the Staff.

3. The IBEW "Response" is not in fact a response to the Staff report, but rather an argument about interpretation of Section 16-115(d)(5) of the Public Utilities Act (220 ILCS 5/16-115(d)(5)) and, therefore, its reply should be disregarded. To the extent the Commission entertains the response of the IBEW, said response is without merit.

The IBEW misunderstands or misapprehends Section 16-115(d)(5) in that in paragraph 2 it misquotes and misunderstands the language of Section 16-115(d)(5). It quotes a portion of Section 16-115(d)(5) by inserting the word "or" between the words "physically" and "economically" in that Section. The phrase correctly reads "physically and economically". In addition, the IBEW apparently believes that WPS-ESI is required to show that the "geographic area" in which it presently provides service is one "to which electric power and energy can be physically and economically delivered" by Illinois utilities. First, as the record in this proceeding shows, WPS Energy Services, Inc., is an energy services company providing energy services within the State of Illinois. It does not own transmission and distribution facilities to which power and energy can be delivered by Illinois utilities. Second, WPS-ESI is an affiliate of WPSC which serves retail customers in a defined geographic region in the State of Wisconsin. WPS-ESI, as an applicant for a certificate of service under Section 16-115, merely has to certify that power and energy cannot be physically and economically delivered by an Illinois utility, in whose service area or areas WPS-ESI proposes to provide service, to retail customers within the service territory of WPSC or, in the alternative, that WPSC will offer delivery

service to Illinois utilities.

CONCLUSION

WPS Energy Services, Inc's certificate of service authority should not be revoked or modified in this proceeding.

Respectfully submitted,

Eric Robertson Lueders, Robertson & Konzen 1939 Delmar Avenue Granite City, IL 62040 618-876-8500 618-876-4534 erobertson@lrklaw.com

30977.1

30972.1

IN THE STATE OF ILLINOIS ILLINOIS COMMERCE COMMISSION

WPS ENERGY SERVICES, INC.

:

APPLICATION FOR CERTIFICATE OF : Docket No. 00-0199

SERVICE AUTHORITY UNDER SECTION : (Reopened)

16-115 OF THE PUBLIC UTILITIES ACT

NOTICE OF FILING

TO: See Attached Service List

PLEASE TAKE NOTICE that on this 2nd day of April1, we have electronically filed with the Illinois Commerce Commission, WPS Energy Services' Reply to Response of Staff and Locals 15, 51 and 702 IBEW, along with Proof of Service thereon attached.

Eric Robertson

Edward C. Fitzhenry Lueders, Robertson & Konzen 1939 Delmar Avenue

P. O. Box 735

Granite City, IL 62040

(618) 876-8500

PROOF OF SERVICE

STATE OF ILLINOIS

SS

COUNTY OF MADISON

I, Eric Robertson, being an attorney admitted to practice in the State of Illinois and one of the

attorneys for WPS Energy Services, Inc., herewith certify that I did on the 2nd day of April, 2001,

electronically file with the Illinois Commerce Commission, WPS Energy Services' Reply to Response

of Staff and Locals 15, 51 and 702 IBEW, and serve upon the persons identified on the attached

service list, both electronically and by depositing same in the United States Mail, in Granite City,

Illinois with postage fully prepaid thereon.

Eric Robertson

Lueders, Robertson & Konzen

1939 Delmar Avenue

P. O. Box 735

Granite City, IL 62040

(618) 876-8500

SUBSCRIBED AND SWORN to me, a Notary Public, on this 2nd day of April, 2001.

Notary Public

WPS ENERGY SERVICES ICC Docket No. 00-0199 SERVICE LIST

Larry Jones, Hearing Examiner Illinois Commerce Commission 527 E. Capitol Avenue Springfield, IL 62701 ljones@icc.state.il.us

Gerard Fox, James Hinchliff
Peoples Energy Services Corporation
130 E. Randolph Drive
23rd Floor
Chicago, IL 60601
gtfox@pecorp.com
j.hinchliff@pecorp.com

Christopher W. Zibart Heather Jackson Foley & Lardner Three First National Plaza Chicago, IL 60602-4205 312-558-6538 (F) czibart@hopsut.com

Daniel D. McDevitt Gardner, Carton & Douglas 321 North Clark Street Suite 3400 Chicago, IL 60610 312-644-1986 (F) dmcdevitt@gcd.com

Glenn Rippie
Foley & Lardner
Three First National Plaza
Suite 4100
Chicago, IL 60602
grippie@foleylaw.com

Chris Matthiesen WPS Energy Services, Inc. 677 Baeten Rd. Green Bay, WI 54304 mradtke@WPS-ESInergy.com Joseph Clennon
Illinois Commerce Commission
527 East Capitol Avenue
P. O. Box 19280
Springfield, IL 62794
jclennon@icc.state.il.us

Linda Buell & Janis Von Qualen Office of General Counsel Illinois Commerce Commission 527 E. Capitol Ave. Springfield, IL 62701 lbuell@icc.state.il.us jvonqual@icc.state.il.us

David Fein & Chris Townsend Piper Marbury Rudnick & Wolfe 203 North LaSalle Street, Suite 1800 Chicago, IL 60601-1293 <u>david.fein@piperrudnick.com</u> chris.townsend@piperrudnick.com

Steve Hickey Illinois Commerce Commission 527 E. Capital Avenue Springfield, IL 62794 shickey@icc.state.il.us

Christopher T Hexter & Charles Werner Atty. For Locals 15 and 51, IBEW Schuchat, Cook & Werner 1221 Locust St., 2nd Fl. St. Louis, MO 63103 cth@schuchatcw.com caw@schuchatcw.com

Michelle Mishoe Illinois Commerce Commission 160 N. LaSalle St., Ste. C-800 Chicago, IL 60601-3104 mmishoe@icc.state.il.us John Obermiller
Vice President of Operations
Blackhawk Energy Services
N16 W23217 Stone Ridge Dr., Ste. 250
Waukesha, WI 53188
jobermiller@kaztex.com

Katie Papadimitriu Illinois Commerce Commission 160 N. LaSalle St., Ste. C-800 Chicago, IL 60601 kpapdim@icc.state.il.us

Mark Radtke President Wps Energy Services, Inc. 677 Baeten Rd. Green Bay, WI 54304 mradtke@WPS-ESInergy.com

David F. Vite President & Ceo Illinois Retail Merchants Association 19 S. LaSalle St., Ste. 300 Chicago, IL 60603 dvite@irma.org

Jeffrey Ferry
Illinois Energy Association
509 Myers Building
1 West Old State Capitol Plaza
Springfield, IL 62701
iferryiea@fgi.net

Rep. Kurt Granberg Illinois House of Representatives 200 Capitol Building Springfield, IL 62706

Senator Denny Jacobs Illinois State Senate M-103C Capitol Building Springfield, IL 62706

Robert Kelter Citizens Utility Board 208 S. LaSalle - Ste. 1760 Chicago, IL 60604

rkleter@cuboard.org

Rep. Philip Novak Illinois House of Representatives 2064-L Stratton Building Springfield, IL 62706

Rep. Vincent Persico Illinois House of Representatives 2126-O Stratton Building Springfield, IL 62706

Rep. Steven Rauschenberger Illinois State Senate 1112 South Street Elgin, IL 60123